

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF PENDLETON COUNTY WATER)	
DISTRICT SEEKING APPROVAL TO INCREASE ITS)	CASE NO. 92-204
RATES FOR WATER SERVICE)	

O R D E R

On July 14, 1992, Pendleton County Water District ("Pendleton") filed its application for Commission approval of a proposed increase in its rates for water service. The proposed rates for water service would generate additional annual revenues of \$25,710, an increase of 6.5 percent.

In August 1992, Commission Staff conducted a field review of Pendleton's operations for the test period of the twelve month period ending December 31, 1991. Based upon this review, Commission Staff issued its report on November 6, 1992 recommending Pendleton be allowed to increase its normalized operating revenue by 14 percent, an increase in annual operating revenues of \$60,369. This increase is necessary for the continued operation and economic viability of Pendleton.

By Order dated November 6, 1992, Pendleton was advised to file comments on the Staff Report or request a hearing no later than November 23, 1992; otherwise the case would stand submitted to the Commission for decision. Pendleton advised by letter dated November 12, 1992 that it accepts the Commission Staff Report and does not request a hearing.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds:

1. The recommendation and findings contained in the Staff Report are supported by the evidence of record, are reasonable and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, attached hereto and incorporated herein, are the fair, just, and reasonable rates for Pendleton and will produce gross operating water sales of \$491,198. These rates will allow Pendleton sufficient revenues to meet its operating expenses, including provisions for servicing its debt.

IT IS THEREFORE ORDERED that:

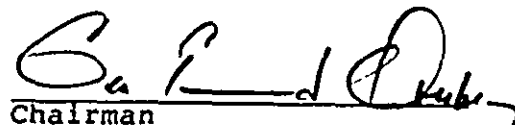
1. The rates proposed by Pendleton are hereby denied.

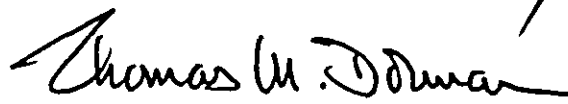
2. The rates contained in Appendix A are approved for service rendered by Pendleton on and after the date of this Order.

3. Within 30 days of the date of this Order, Pendleton shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 22nd day of December, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 92-204 DATED December 22, 1992.

The following rates and charges are prescribed for the customers in the area served by Pendleton County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rates

First 2,000 gallons	\$10.75 Minimum Bill
Next 3,000 gallons	5.00 per 1,000 gallons
Next 10,000 gallons	4.90 per 1,000 gallons
Over 15,000 gallons	4.73 per 1,000 gallons